

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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APR 15 2004

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

W-02062A
Southland Utilities Company, Inc.
2730 E. Broadway, Suite 135
Tucson AZ 857160000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) Southland Utilities Company, Inc.

Mailing Address 2730 E. Broadway, Suite #135
(Street)

Tucson

(City)

Arizona

(State)

85716

(Zip)

(520) 327-6000

Telephone No. (Include Area Code)

(520) 327-6184

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address N/A

Local Office Mailing Address 4148 Golden Acres Drive
(Street)

Sierra Vista

(City)

Arizona

(State)

85650

(Zip)

(520) 378-6200

Local Office Telephone No. (Include Area Code)

(520) 378-2085

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address N/A

MANAGEMENT INFORMATION

Management Contact: Andrew L. Romo President
(Name) (Title)

2730 E. Broadway, #135

(Street)

Tucson

(City)

Arizona

(State)

85716

(Zip)

(520) 327-6000

Telephone No. (Include Area Code)

(520) 327-6184

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address N/A

On Site Manager: F. G. Heeren

(Name)

4148 Golden Acres Drive

(Street)

Sierra Vista

(City)

Arizona

(State)

85650

(Zip)

(520) 378-6200

Telephone No. (Include Area Code)

(520) 378-2085

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address N/A

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Sidney Mendelsohn, Jr.

(Name)

2730 E. Broadway, #100

(Street)

Tucson

(City)

Arizona

(State)

85716

(Zip)

(520) 325-7500

Telephone No. (Include Area Code)

(520) 323-6614

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Attorney: John O'Hare

(Name)

3865 N. Tucson Blvd.

(Street)

Tucson

(City)

Arizona

(State)

85716

(Zip)

(520) 881-2308

Telephone No. (Include Area Code)

N/A

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME Southland Utilities Company, Inc.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	N/A	N/A	N/A
302	Franchises	N/A	N/A	N/A
303	Land and Land Rights	1,070	N/A	1,070
304	Structures and Improvements	21,549	19,672	1,877
307	Wells and Springs	19,514	19,521	(7)
311	Pumping Equipment	72,163	(5,179)	77,342
320	Water Treatment Equipment	N/A	N/A	N/A
330	Distribution Reservoirs and Standpipes	48,806	39,778	9,028
331	Transmission and Distribution Mains	202,073	170,357	31,716
333	Services	41,070	41,068	2
334	Meters and Meter Installations	46,872	13,549	33,323
335	Hydrants	N/A	N/A	N/A
336	Backflow Prevention Devices	N/A	N/A	N/A
339	Other Plant and Misc. Equipment	N/A	N/A	N/A
340	Office Furniture and Equipment	2,494	257	2,237
341	Transportation Equipment	N/A	N/A	N/A
343	Tools, Shop and Garage Equipment	N/A	N/A	N/A
344	Laboratory Equipment	N/A	N/A	N/A
345	Power Operated Equipment	N/A	N/A	N/A
346	Communication Equipment	N/A	N/A	N/A
347	Miscellaneous Equipment	1,850	444	1,406
348	Other Tangible Plant	N/A	N/A	N/A
	TOTALS	457,461	299,467	157,994

This amount goes on the Balance Sheet Acct. No. 108

See Accountants' Compilation Report

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	N/A	N/A	N/A
302	Franchises	N/A	N/A	N/A
303	Land and Land Rights	1,070	N/A	N/A
304	Structures and Improvements	21,549	5%	902
307	Wells and Springs	19,514	5%	-0-
311	Pumping Equipment	72,163	5%	2,874
320	Water Treatment Equipment	N/A	N/A	N/A
330	Distribution Reservoirs and Standpipes	48,806	5%	1,389
331	Transmission and Distribution Mains	202,073	5%	2,631
333	Services	41,070	5%	91
334	Meters and Meter Installations	46,872	5%	2,225
335	Hydrants	N/A	N/A	N/A
336	Backflow Prevention Devices	N/A	N/A	N/A
339	Other Plant and Misc. Equipment	N/A	N/A	N/A
340	Office Furniture and Equipment	2,494	5%	122
341	Transportation Equipment	N/A	N/A	N/A
343	Tools, Shop and Garage Equipment	N/A	N/A	N/A
344	Laboratory Equipment	N/A	N/A	N/A
345	Power Operated Equipment	N/A	N/A	N/A
346	Communication Equipment	N/A	N/A	N/A
347	Miscellaneous Equipment	1,850	5%	93
348	Other Tangible Plant	N/A	N/A	N/A
	TOTALS	457,461		10,327*

This amount goes on Comparative Statement of Income and Expense _____
Acct. No. 403.

***Less Amortization of Contributions in Aid of Construction**
Net Depreciation Expense.

(5,069)
5,258

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 12,648	\$ 15,451
134	Working Funds	- 0 -	- 0 -
135	Temporary Cash Investments	12,558	9,123
141	Customer Accounts Receivable	9,683	9,292
146	Notes/Receivables from Associated Companies	65,088	79,168
151	Plant Material and Supplies	911	834
162	Prepayments	209	569
174	Miscellaneous Current and Accrued Assets	10,353	11,622
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 11,450	\$ 126,059
	FIXED ASSETS		
101	Utility Plant in Service	\$ 454,322	\$ 457,461
103	Property Held for Future Use	- 0 -	- 0 -
105	Construction Work in Progress	- 0 -	- 0 -
108	Accumulated Depreciation – Utility Plant	(301,963)	(299,467)
121	Non-Utility Property	- 0 -	- 0 -
122	Accumulated Depreciation – Non Utility	- 0 -	- 0 -
	TOTAL FIXED ASSETS	\$ 152,359	\$ 157,994
	TOTAL ASSETS	\$ 263,809	\$ 284,053

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 2,437	\$ 6,300
232	Notes Payable (Current Portion)	-0-	-0-
234	Notes/Accounts Payable to Associated Companies	-0-	-0-
235	Customer Deposits	1,906	1,510
236	Accrued Taxes	4,607	4,966
237	Accrued Interest	-0-	-0-
241	Miscellaneous Current and Accrued Liabilities	11,919	12,651
	TOTAL CURRENT LIABILITIES	\$ 20,869	\$ 25,427
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -0-	\$ -0-
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ -0-	\$ -0-
252	Advances in Aid of Construction	4,526	7,926
255	Accumulated Deferred Investment Tax Credits	24	16
271	Contributions in Aid of Construction	101,400	101,400
272	Less: Amortization of Contributions	(91,596)	(96,665)
281	Accumulated Deferred Income Tax	6,951	10,185
	TOTAL DEFERRED CREDITS	\$ 21,305	\$ 22,862
	TOTAL LIABILITIES	\$ 42,174	\$ 48,289
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 6,000	\$ 6,000
211	Paid in Capital in Excess of Par Value	135,692	135,692
215	Retained Earnings	79,943	94,072
218	Proprietary Capital (Sole Props and Partnerships)	N/A	N/A
	TOTAL CAPITAL	\$ 221,635	\$ 235,764
	TOTAL LIABILITIES AND CAPITAL	\$ 263,809	\$ 284,053

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 123,620	\$ 124,684
460	Unmetered Water Revenue	-0-	-0-
474	Other Water Revenues	3,996	3,997
	TOTAL REVENUES	\$ 127,616	\$ 128,681
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 6,000	\$ -0-
610	Purchased Water		-0-
615	Purchased Power	22,950	23,687
618	Chemicals		
620	Repairs and Maintenance	4,675	5,188
621	Office Supplies and Expense	4,956	6,070
630	Outside Services	36,727	45,100
635	Water Testing	3,705	6,828
641	Rents	-0-	-0-
650	Transportation Expenses	-0-	-0-
657	Insurance - General Liability	548	1,211
659	Insurance - Health and Life	-0-	-0-
666	Regulatory Commission Expense - Rate Case	-0-	-0-
675	Miscellaneous Expense	1,630	5,500
403	Depreciation Expense	5,226	5,258
408	Taxes Other Than Income	714	45
408.11	Property Taxes	8,044	8,273
409	Income Tax	5,432	4,166
	TOTAL OPERATING EXPENSES	\$ 100,607	\$ 111,326
	OPERATING INCOME/(LOSS)	\$ 27,009	\$ 17,355
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 2,894	\$ 3,649
421	Non-Utility Income	8	8
426	Miscellaneous Non-Utility Expenses	-0-	(6,760)
427	Interest Expense	(49)	(123)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 2,853	\$ (3,226)
	NET INCOME/(LOSS)	\$ 29,862	\$ 14,129

COMPANY NAME Southland Utilities Company, Inc.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
	N/A	N/A	N/A	N/A
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 12,326

Meter Deposits Refunded During the Test Year \$ 2,231

COMPANY NAME **Southland Utilities Company, Inc.**

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
626,149	52	200	600	12"	4"	1973
626,150	60	200	600	14"-12"-10"	6"	1973

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	1	6	N/A
5	1		
10	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
25,000	1	10,000	1
62,000	1	5,000	1

COMPANY NAME Southland Utilities Company, Inc.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	Steel	1,000
3		N/A
4	AC	18,122
5		N/A
6	AC	28,260
8		N/A
10		N/A
12		N/A
6	PVC	2,711

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	531
3/4	N/A
1	N/A
1 1/2	N/A
2	2
Comp. 3	N/A
Turbo 3	1
Comp. 4	N/A
Tubo 4	1
Comp. 6	N/A
Tubo 6	N/A

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

Office Trailer

OTHER:

Office Furniture and Equipment

COMPANY NAME: Southland Utilities Company, Inc.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	515	3,337,518	3,577
FEBRUARY	520	2,763,491	2,942
MARCH	518	5,506,457	3,787
APRIL	524	3,889,283	3,243
MAY	516	5,054,874	6,951
JUNE	524	4,809,677	5,709
JULY	528	4,656,097	6,294
AUGUST	526	4,538,659	3,914
SEPTEMBER	530	4,127,437	4,847
OCTOBER	543	3,415,341	4,249
NOVEMBER	535	3,113,079	3,581
DECEMBER	536	2,701,334	3,411
TOTAL		N/A	52,505

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount:_____

What is the level of arsenic for each well on your system. Not Known mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Southland Utilities Company, Inc. YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 8,158.62

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

See Accountants' Compilation Report

SOUTHLAND UTILITIES COMPANY, INC.
PHONE 520-378-6200
4148 GOLDEN ACRES DR.
SIERRA VISTA, AZ 85650

4870

91-101/1221

April 21, 2003

Date

P

Pay to the
Order of

Marsha Bonham Cochise County Treasurer

\$ 3,920.41****

ME 001 500 189 1 1 CTS

Dollars



ARIZONA BANK
TUCSON, AZ 85704

For 924-56-870 -0 2002

Andrew L. Rono

00048700 122101010

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0130119098
04252003 062001186

BANK ONE, NA
P 1119013314
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BANK ONE NA
122100004

6013 55438

21337204 122100024
PAY TO THE ORDER OF
019 BANK ONE 019

04 24 03

FOR DEPOSIT
MARSHA BONHAM TREASURER &
TAX COLLECTOR - COCHISE COUNTY

Receipt of Taxes Paid

Date: 23 Apr 2003 Time: 15:48:37

Page: 1
Cashier: AME

Tax Year	Parcel	Portion	Tax Paid	Interest Paid	Penalty Paid	Paid
2002	92456870000	2	3,920.41			3,920.41

Payment type: Check# 4870

Payment Received: \$ 3,920.41

Base tax still owing: .00

Notes:

Received from:

SOUTHLAND UTILITIES COMPANY INC
2730 E. BROADWAY # 135
TUCSON AZ 85716

4869

91-101/1221

Pay to the Marsha Bonham Cochise County Treasurer \$ 101.67*****
Order of

HE LUM. OF THE CTS

Dollars



ARIZONA BANK
TUCSON, AZ 85704

For 9000056-012

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DATE REC'D

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[illegible]

60013 55439

21327294 122100024
PAY TO THE ORDER OF
019 BANK ONE 019

04 24 03

FOR DEPOSIT
MARSHA BONHAM TREASURER
TAX COLLECTOR - COCHISE COUNTY

DO NOT SIGN / WRITE / STAMP BELOW THIS LINE
FOR FINANCIAL INSTITUTION USAGE ONLY*

BOARD OF GOVERNORS REG. CO.

The following security features (and others

Document appearance if altered

* Assistance or modification of "Original"

• Absence of tiny words or dotted lines

* Colored stains or spots appear with

COCHISE COUNTY TREASURER
Receipt of Taxes Paid

Date: 23 Apr 2003 Time: 15:47:59

Page: 1
Cashier: AME

Tax Year	Parcel	Portion	Tax Paid	Interest Paid	Penalty Paid	Paid
2002	09000056012	2	101.67			101.67

Payment type: Check# 4869

Payment Received: \$ 101.67

Base tax still owing: .00

Notes:

Received from:

SOUTHLAND UTILITIES
2730 E BROADWAY #135
TUCSON, AZ 85716

SOUTHLAND UTILITIES COMPANY, INC.

PHONE 520-378-6200
4148 GOLDEN ACRES DR.
SIERRA VISTA, AZ 85650

5002

91-101/1221

Date October 28, 2003



ay to the
Order of

Marsha Bonham Cochise Co. Treasurer

\$ 4,042.52*****

\$4,042.52

Dollars



ARIZONA BANK
TUCSON, AZ 85704

For 03/ 924-56-870 0

Andrew L. Romo

⑈005002⑈ ⑆122101010⑆

0065001891⑈

⑈0000404252⑈

6136114269
11902983 952881186

OCT 31 03

21237001 102100024
PAY TO THE ORDER OF
019 BANK ONE 019

12 31 03

MARK ONE
1119013314
10012003

55733131

FOR DEPOSIT ONLY
MARSHA BONHAM TREASURER
TAX COLLECTOR - COCHISE CNTY

SOUTHLAND UTILITIES COMPANY, INC.
PHONE 520-378-6200
4148 GOLDEN ACRES DR.
SIERRA VISTA, AZ 85650

5003

91-101/1221

Date October 28, 2003



Pay to the
Order of

Marsha Bonham Cochise Co. Treasurer

\$ 94.02*****

\$94.02

Dollars



ARIZONA BANK
TUCSON, AZ 85704

For 63/0 9000056-012

⑈005003⑈ ⑆122101010⑆

Andrew L. Pomo

MP

0065001891⑈

⑈0000009402⑈

8138114211
11832888 852881186

0013103

01007 122100024
PAY TO THE ORDER OF
019 BANK ONE 019

107103

2003 OCT 28
111901331⑈
10012003

55733133

FOR DEPOSIT ONLY
MARSHA BONHAM TREASURER &
TAX COLLECTOR - COCHISE CNTY

2003 TAX NOTICE TO COUNTY OF COCHISE ARIZONA ADDRESS: P O BOX 1778 BISBEE AZ 85603

GAL DESCRIPTION: SECTION TWN RNG ACRES .08 USE 5500

TOTAL VALUE OF OPERATING PROPERTY 7,000

07-69-017 7,000

2730 E BROADWAY #135 TUC 85716

TAX ROLL NUMBER 111380

PARCEL IDENTIFICATION 924-56-870 0

TAX AREA CODE 6870

IMPORTANT - SEE REVERSE SIDE FOR COMPLETE EXPLANATION OF YOUR 2003 TAX NOTICE AND PAYMENT INSTRUCTIONS.

924-56-870 0 111380

SOUTHLAND UTILITIES COMPANY INC
ANDREW L ROMO/PRESIDENT
#135
TUCSON AZ 85716-

84156



2003 TAX SUMMARY (3)		
PRIMARY AD VALOREM TAX		5574.50
LESS STATE AID TO EDUCATION		0.00
NET PRIMARY AD VALOREM TAX		5574.50
SECONDARY AD VALOREM TAX		2510.54
SPECIAL DISTRICT TAX		0.00

PAY TOTAL OR HALF TAX

TOTAL TAX DUE	8085.04
HALF TAX	4042.52

DELINQUENT DATES

1st HALF NOV. 1, 2003
2nd HALF MAY 1, 2004

THIS IS THE ONLY NOTICE YOU WILL RECEIVE
NO RECEIPT WILL BE SENT UNLESS REQUESTED

PRIMARY PROPERTY TAX CALCULATION (1)

ITEM	LIMITED VALUE	ASSMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
LAND, BLDGS ETC	17233	250	4308	0	94885	40877
PERSONAL PROPERTY	217767	250	54442	0	94885	516573
TOTALS	235000		58750	0		557450

SECONDARY PROPERTY TAX CALCULATION (2)

ITEM	FULL CASH VALUE	ASSMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
LAND	7000	250	1750	0	45139	7899
BLDG, ETC.	10233	250	2558	0	45139	11547
PERSONAL PROPERTY	217767	250	54442	0	42542	231608
TOTALS	235000		58750	0		251054

2002-2003 TAX COMPARISON (4)

AX CODE	TAX JURISDICTION	2003 PRIMARY	2003 SECONDARY	2003 TOTAL	2002 TOTAL	DIFFERENCE
2000	COCHISE COUNTY	172566	00	172566	163759	8807
2001	COUNTY SCHOOL TAX EQUALIZATION	27712	00	27712	27256	456
5068	SIERRA VISTA SD #68	161022	36409	197431	190200	7231
6104	SIERRA VISTA UHS	91175	33259	124434	136045	-11611
8150	COCHISE COUNTY JUNIOR COLLEGE	104975	00	104975	99616	5359
1202	FRY FIRE DISTRICT	00	165281	165281	152445	12836
1900	FIRE DISTRICT ASSISTANCE FUND	00	5875	5875	5575	300
4900	COCHISE COUNTY LIBRARY DIST	00	9112	9112	8647	465
5000	COCHISE COUNTY FCD #80-49	00	1118	1118	539	579
	TOTALS	557450	251054	808504	784082	24422

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 111380
PARCEL IDENTIFICATION 924-56-870 0
TAX AREA CODE 6870

SOUTHLAND UTILITIES COMPANY
#135
TUCSON AZ 85716

TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2003 2ND HALF COUPON

TO PAY 2ND HALF	PAY	4,042.52
-----------------	-----	----------

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2004



0292456870000200300000004042

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 111380
PARCEL IDENTIFICATION 924-56-870 0
TAX AREA CODE 6870

SOUTHLAND UTILITIES COMPANY
#135
TUCSON AZ 85716

*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2003 1ST HALF COUPON

TO PAY 1ST HALF ONLY	PAY	4,042.52
TO PAY FULL YEAR TAX	PAY	8,085.04

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2003



0292456870000200300000004042

TAX ROLL NUMBER	906581
TAXPAYER NUMBER	9000056-012
TAX AREA CODE	6879
PRIMARY TAX RATE	9.4885
SECONDARY TAX RATE	4.8869

THIS IS THE ONLY NOTICE YOU WILL RECEIVE. NO RECEIPT WILL BE SENT UNLESS REQUESTED.

8498
SOUTHLAND UTILITIES
2730 E BROADWAY BLVD STE 135
TUCSON AZ 85716-5341

IMPORTANT - SEE REVERSE SIDE FOR COMPLETE EXPLANATION OF YOUR 2003 TAX NOTICE AND PAYMENT INSTRUCTIONS.

DELINQUENT DATES
1ST HALF NOV 1, 2003
2ND HALF MAY 1, 2004

CLASS UNITS	PROPERTY DESCRIPTION	%	LIMITED VALUE FULL CASH VALUE	LTD. EXEM. FCV. EXEM.	NET. LTD. ASS'D NET. FCV. ASS'D	PRIMARY TAX SECONDARY TAX
723 1	184 SPACE FAB 84-034	10X35 25 25	5,231 5,231		1,308 1,308	12411 6393

TAX DISTRIBUTION					PRIMARY AD VALOREM TAX	12411
TAX CODE	TAX JURISDICTION	PRIMARY	SECONDARY	TOTAL	LESS STATE AID TO EDUCATION	00
02000	COCHISE COUNTY	3842	00	3842	NET PRIMARY TAX	12411
02001	COUNTY SCHOOL TAX EQUAL	617	00	617	SECONDARY TAX	6393
05068	SIERRA VISTA SD #68	3585	810	4395	PAY TOTAL OR HALF TAX	
06104	SIERRA VISTA UHS	2030	741	2771		
08150	COCHISE COUNTY JUNIOR C	2337	00	2337	TOTAL TAX DUE	18804
11202	FIRE FIRE DISTRICT	00	3680	3680	HALF TAX	9402
11900	FIRE DISTRICT ASSISTANC	00	131	131	RECEIPT REQUESTED ()	
12009	GOLDEN ACRES SLID #86-6	00	828	828		
14900	COCHISE COUNTY LIBRARY	00	203	203	PLEASE RETURN BOTH COUPONS WHEN PAYING FULL YEAR TAX	

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER	0906581
TAXPAYER NUMBER	9000056-012
TAX AREA CODE	6879

RECEIPT REQUESTED ()

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER	0906581
TAXPAYER NUMBER	9000056-012
TAX AREA CODE	6879

RECEIPT REQUESTED ()

SOUTHLAND UTILITIES
2730 E BROADWAY #135
TUCSON AZ 85716-5341

SOUTHLAND UTILITIES
2730 E BROADWAY #135
TUCSON AZ 85716-5341

*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2003 PERSONAL PROPERTY 1ST HALF COUPON

TO PAY 1ST HALF ONLY	PAY	94.02
TO PAY FULL YEAR TAX	PAY	188.04

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2003

2003 PERSONAL PROPERTY 2ND HALF COUPON

TO PAY 2ND HALF	PAY	94.02
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2004



029000056012090658120030000000009402



029000056012090658120030000000009402

COMPANY NAME Southland Utilities Company, Inc.

YEAR ENDING 12/31/2003

INCOME TAXES**RECEIVED**

APR 15 2004

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability3,977597**Z CORPORATION COMMISSION
DIRECTOR OF UTILITIES**State Taxable Income Reported
Estimated or Actual State Tax Liability4,235295

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/AdvancesNoneNoneNone

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

x Andrew L. Romo
SIGNATURE

x 04.14.04
DATE

Andrew L. Romo
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 15 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Z CORPORATION COMMISSIONER</u>
COMPANY NAME	<u>Southland Utilities Company, Inc.</u>

DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 132,557

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 7,873
IN SALES TAXES BILLED, OR COLLECTED

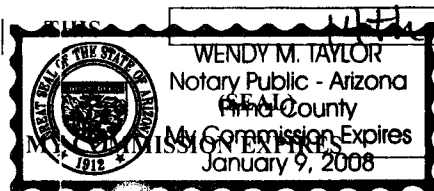
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

x Andrew L. Romo
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



DAY OF

COUNTY NAME	<u>Pima</u>	
MONTH	<u>April</u>	<u>2004</u>
<u>Wendy M. Taylor</u> SIGNATURE OF NOTARY PUBLIC		

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 15 2004

☒ **CORPORATION COMMISSION**
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Andrew L. Romo	TITLE President
COMPANY NAME Southland Utilities Company, Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 116,112

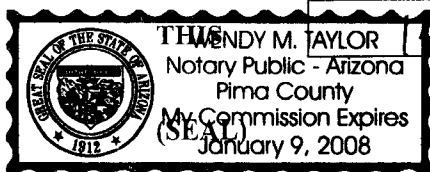
(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ **6,896**
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

x Andrew L. Romo
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



MY COMMISSION EXPIRES **1/9/2008**

DAY OF

NOTARY PUBLIC NAME Wendy M. Taylor	
COUNTY NAME Pima	
MONTH April	. 20 of

x Wendy M. Taylor
SIGNATURE OF NOTARY PUBLIC